

TOWN OF DAVIE TOWN COUNCIL AGENDA REPORT

TO: Mayor and Councilmembers

FROM/PHONE: Bruce Taylor/954-327-3741

PREPARED BY: Bruce Taylor (Heidi Cavicchia)

SUBJECT: Purchase of Quicklime for water treatment

AFFECTED DISTRICT: Townwide

TITLE OF AGENDA ITEM: A RESOLUTION OF THE TOWN OF DAVIE, FLORIDA, APPROVING THE BID AWARDED BY THE CITY OF TAMARAC FOR QUICKLIME FOR WATER TREATMENT, SOUTHEAST FLORIDA COOPERATIVE PURCHASING GROUP BID #06-33B, TO CHEMICAL LIME COMPANY OF ALABAMA, INC.

REPORT IN BRIEF: The City of Tamarac, acting as lead agency for the Southeast Florida Cooperative Purchasing Group, recently solicited sealed proposals on behalf of fifteen members of the Group for "Furnish, Deliver and Discharge of Quicklime" for water treatment. Seven (7) vendors were solicited and two (2) bids were received. Chemical Lime Company submitted the low bid with a delivered price of \$176.91 per ton.

The Southeast Florida Cooperative Purchasing Group is made up of approximately 37 entities. Most of those entities are from Broward County although membership is available to entities in Dade, Broward and Palm Beach Counties. The co-op meets and identified commodities and/or services that are commonly bought by a majority of the entities. Once a commodity or service is identified that lends itself to co-op purchasing, one of the members volunteers to act as "lead agency" for the co-op group. The "lead agency" bids and awards the contract for the co-op group and handles any contract administration. The benefit of the co-op is two fold. Firstly, the co-op can obtain better pricing because of the buying power generated by combining quantities with other participating entities. Secondly, co-op members realize administrative cost savings by not having to put out as many contracts (i.e., you only put out those contracts that your entity is the lead agency on. All other contracts are put out by other co-op members.)

Joint procurement is permitted by Sec. 2-322 of the Town Code.

PREVIOUS ACTIONS: None

CONCURRENCES:

FISCAL IMPACT:

Has request been budgeted? Yes

If yes, expected cost: \$266,000

Account Name: Water - Chemicals

RECOMMENDATION(S): Motion to approve the resolution.

Attachment(s): Resolution, City of Tamarac Resolution #R-2006-205

RESOLUTION NO. _____

A RESOLUTION OF THE TOWN OF DAVIE, FLORIDA, APPROVING THE BID AWARDED BY THE CITY OF TAMARAC FOR QUICKLIME FOR WATER TREATMENT, SOUTHEAST FLORIDA COOPERATIVE PURCHASING GROUP BID #06-33B, TO CHEMICAL LIME COMPANY OF ALABAMA, INC.

WHEREAS, the Town is in need of quicklime for treating water in the Utilities Department; and

WHEREAS, the City of Tamarac, acting as lead agency for the Southeast Florida Cooperative Purchasing Group, solicited sealed bids for such quicklime; and

WHEREAS, after review, the Town Council wishes to accept the bid awarded by the City of Tamarac to Chemical Lime Company of Alabama, Inc.

NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF DAVIE, FLORIDA.

SECTION 1. The Town Council hereby accepts the bid awarded by the City of Tamarac, Southeast Florida Co-op Bid #06-33B, to Chemical Lime Company of Alabama, Inc. for furnish, delivery and discharge of quicklime in the amount of \$176.91 per ton.

SECTION 2. The Town Council hereby authorizes the expenditure from the Utilities Department – Water Chemicals Account.

SECTION 2. This resolution shall take effect immediately upon its passage and adoption.

PASSED AND ADOPTED THIS _____ DAY OF _____, 2007.

MAYOR/COUNCILMEMBER

ATTEST:

TOWN CLERK

APPROVED THIS _____ DAY OF _____, 2007.

I hereby certify that this document is a true
and correct copy of City of Tamarac
Resolution No R-2006-205

the original of which is on file in City Hall.
WITNESS MY HAND AND OFFICIAL SEAL
OF THE CITY OF TAMARAC, FLORIDA.

This 30th day of OCT., 2006

Thomas J. ...
City Clerk

CITY OF TAMARAC, FLORIDA

RESOLUTION NO. R-2006-205

Temp Reso #11082

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October 5, 2006

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF TAMARAC, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO AWARD BID #06-33B, "FURNISH, DELIVER AND DISCHARGE OF QUICKLIME" TO, AND EXECUTE AGREEMENTS WITH, CHEMICAL LIME COMPANY OF ALABAMA, INC. FOR THE CITY OF TAMARAC AND ON BEHALF OF FIFTEEN MEMBERS OF THE SOUTHEAST FLORIDA GOVERNMENTAL PURCHASING COOPERATIVE; AND WITH CARMEUSE LIME SALES CORPORATION ON BEHALF OF TWO MEMBERS OF THE SOUTHEAST FLORIDA GOVERNMENTAL PURCHASING COOPERATIVE, FOR A PERIOD OF ONE YEAR WITH FOUR (4) ADDITIONAL ONE-YEAR RENEWAL OPTIONS, PROVIDING FOR CONFLICTS; PROVIDING FOR SEVERABILITY; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City of Tamarac served as "lead agency" on Bid 06-33B, "Furnish, Deliver and Discharge of Quicklime" issued on behalf of the Southeast Florida Governmental Purchasing Cooperative ("the Co-op"). Eighteen governmental agencies will utilize this bid to purchase approximately 59,000 tons of quicklime for the Co-op, of which approximately 2100 tons will be purchased for the City of Tamarac, a copy of said bid is attached hereto as Exhibit "A"; and

WHEREAS, the City of Tamarac publicly advertised Bid 06-33B, "Furnish, Deliver and Discharge of Quicklime" in the Sun-Sentinel on September 6, 2006 and September 13, 2006; and

October 5, 2006

WHEREAS, seven (7) vendors were solicited; and two (2) bids were opened and reviewed to determine cost and responsiveness to the City's specifications; and

WHEREAS, Chemical Lime Co. submitted a delivered bid price of \$176.91 per ton for the City, and prices as shown on the bid tabulation for other members of the Co-op, for an approximate total cost to the City of Tamarac of \$371,511, a copy of the bid tabulation is attached hereto as Exhibit "B"; and

WHEREAS, Chemical Lime Co. was deemed the lowest responsive and responsible bidder for the City of Tamarac, and for fifteen (15) of the members of the Co-op, with a copy of the bid submitted attached hereto as Exhibit "C"; and

WHEREAS, Carneuse Lime Sales Corporation was deemed the lowest responsive and responsible bidder for two (2) members of the Co-op, with a copy of the bid submitted attached hereto as Exhibit "D"; and

WHEREAS, the City of Tamarac, acting as lead agency for the Co-op acts on behalf of the Co-op when awarding contracts for quicklime; and

WHEREAS, sufficient funds are available from the Utilities Department Operating funds; and

WHEREAS, it is the recommendation of the Director of Utilities and Purchasing and Contracts Manager that Bid #06-33B be awarded to and an agreement executed with Chemical Lime Company of Alabama, Inc. for furnishing, delivering and discharging quicklime, for a period of one year with four (4) additional one (1) year renewal options for the City of Tamarac, and on behalf of fifteen (15) agencies in the Co-op; and

WHEREAS, it is the recommendation of the Director of Utilities and Purchasing and Contracts Manager that Bid #06-33B be awarded to and an agreement executed with Carmeuse Lime Sales Corporation for furnishing, delivering and discharging quicklime, for a period of one year with four (4) additional one (1) year renewal options on behalf of two (2) agencies in the Co-op; and

WHEREAS, the City Commission of the City of Tamarac, Florida deems it to be in the best interest of the residents of the City of Tamarac to award Bid 06-33B and execute an agreement with Chemical Lime Company of Alabama, Inc. for furnishing, delivering and discharging quicklime, for a period of one year with four (4) additional one (1) year renewal options, on behalf of the City of Tamarac and fifteen (15) agencies in the Southeast Florida Governmental Purchasing Cooperative, and

WHEREAS, the City Commission of the City of Tamarac, Florida deems it to be in the best interest of the residents of the City of Tamarac to award Bid 06-33B and execute an agreement with Carmeuse Lime Sales Corporation for furnishing, delivering and discharging quicklime, for a period of one year with four (4) additional one (1) year renewal options, on behalf of two (2) agencies in the Southeast Florida Governmental Purchasing Cooperative

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF
THE CITY OF TAMARAC, FLORIDA THAT:

SECTION 1: The foregoing "WHEREAS" clauses are HEREBY
ratified and confirmed as being true and correct and are hereby made a specific
part of this Resolution upon adoption hereof.

SECTION 2: The award of Bid 06-33B, "Furnish, Deliver and
Discharge of Quicklime", to Chemical Lime Company of Alabama, Inc., on behalf
of the City of Tamarac and fifteen (15) agencies in the Southeast Florida
Governmental Purchasing Cooperative, is HEREBY AUTHORIZED.

SECTION 3: The appropriate City officials are hereby authorized to
execute an agreement with Chemical Lime Company of Alabama, Inc. as part of
said award, a copy of which is attached hereto as Exhibit "E" for a delivered price
of \$176.91 per ton, and for prices shown in Exhibit "B" on behalf of fifteen entities
within the Southeast Florida Governmental Purchasing Cooperative.

SECTION 4: The award of Bid 06-33B, "Furnish, Deliver and
Discharge of Quicklime", to Carmeuse Lime Sales Corporation, on behalf of two
(2) agencies in the Southeast Florida Governmental Purchasing Cooperative, is
HEREBY AUTHORIZED.

SECTION 5: The appropriate City officials are hereby authorized to
execute an agreement with Carmeuse Lime Sales Corporation as part of said
award, a copy of which is attached hereto as Exhibit "F" for prices as shown in
Exhibit "B" on behalf of two (2) agencies in the Southeast Florida Governmental
Purchasing Cooperative.


October 5, 2006

SECTION 6: All resolutions or parts of resolutions in conflict herewith are HEREBY repealed to the extent of such conflict.

SECTION 7: If any clause, section, other part or application of this Resolution is held by any court of competent jurisdiction to be unconstitutional or invalid, in part or application, it shall not affect the validity of the remaining portions or applications of this Resolution.

SECTION 8: This Resolution shall become effective immediately upon its passage and adoption.

PASSED, ADOPTED AND APPROVED this 25th day of October 2006.

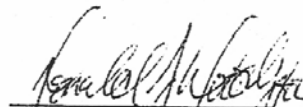

BETH FLANSBAUM-TALABISCO
MAYOR

ATTEST:


MARION SWENSON, CMC
CITY CLERK

RECORD OF COMMISSION VOTE:	
MAYOR FLANSBAUM-TALABISCO	<u>Aye</u>
DIST 1: V/M PORTNER	<u>Aye</u>
DIST 2: COMM ATKINS-GRAD	<u>Aye</u>
DIST 3: COMM. SULTANOF	<u>Aye</u>
DIST 4: COMM. DRESSLER	<u>Aye</u>

I HEREBY CERTIFY that
I have approved this
RESOLUTION as to form.


SAMUEL S. GOREN
CITY ATTORNEY

Bid Tabulation #06-33B
Furnish, Deliver & Discharge Quicklime
Bid Opening 9/21/2006

NOTE: Awarded Vendor Pricing is shown in Bold face and Large Red Print

Agency	Qty.	Chem. Lime Price/ Ton	Chem. Lime Frt.	Chem. Lime Deliv'd Price	Chem. Lime Total Price	Carmeuse Price/Ton	Carmeuse Freight	Carmeuse Deliv'd Price	Carmeuse Total Price
Broward Co. Dist. 1	2434	\$167.00	\$9.91	\$176.91	\$430,598.94	\$115.00	\$68.77	\$183.77	\$447,296.18
Broward Co. Dist. 2	4129	\$167.00	\$9.91	\$176.91	\$730,461.39	\$115.00	\$68.77	\$183.77	\$758,786.33
Coral Springs	2200	\$167.00	\$9.91	\$176.91	\$389,202.00	\$115.00	\$70.28	\$185.28	\$407,616.00
Dania Beach	637	\$167.00	\$9.91	\$176.91	\$112,691.67	\$100.00	\$67.50	\$167.50	\$106,697.50
Davie 76th Ave	766.5	\$167.00	\$9.91	\$176.91	\$135,601.52	\$115.00	\$67.50	\$182.50	\$139,886.25
Davie 64th Ave.	465.4	\$167.00	\$9.91	\$176.91	\$82,333.91	\$115.00	\$67.50	\$182.50	\$84,935.50
Deerfield Beach	3500	\$167.00	\$9.91	\$176.91	\$619,185.00	\$115.00	\$68.77	\$183.77	\$643,195.00
Ft. Lauderdale 5Ash	11,200	\$167.00	\$9.91	\$176.91	\$1,981,392.00	\$115.00	\$67.50	\$182.50	\$2,044,000.00
Ft. Lauderdale P-D	1550	\$167.00	\$9.91	\$176.91	\$274,210.50	\$115.00	\$67.50	\$182.50	\$282,875.00
Hallandale Beach	2176	\$167.00	\$9.91	\$176.91	\$384,956.16	\$115.00	\$67.50	\$182.50	\$397,120.00
Hollywood (Pebble)	3000	\$167.00	\$9.91	\$176.91	\$530,730.00	\$100.00	\$67.50	\$167.50	\$502,500.00
Lauderhill	1825	\$167.00	\$9.91	\$176.91	\$322,860.75	\$115.00	\$67.50	\$182.50	\$333,062.50
Margate	2600	\$167.00	\$9.91	\$176.91	\$459,966.00	\$115.00	\$68.84	\$183.84	\$477,984.00
Miramar	1000	\$167.00	\$10.51	\$177.51	\$177,510.00	\$115.00	\$68.84	\$183.84	\$183,840.00
North Lauderdale	650	\$167.00	\$9.91	\$176.91	\$114,991.50	\$115.00	\$68.77	\$183.77	\$119,450.50
North Miami	1500	\$167.00	\$10.51	\$177.51	\$266,265.00	\$115.00	\$68.77	\$183.77	\$275,655.00
North Miami Beach	3700	\$167.00	\$10.51	\$177.51	\$656,787.00	\$115.00	\$68.77	\$183.77	\$679,949.00
Pembroke Pines	3006	\$167.00	\$9.91	\$176.91	\$531,791.46	\$115.00	\$68.77	\$183.77	\$552,412.62
Pompano Beach	3700	\$167.00	\$9.91	\$176.91	\$654,567.00	\$115.00	\$68.77	\$183.77	\$679,949.00
Sunrise Springtree	4500	\$167.00	\$9.91	\$176.91	\$796,095.00	\$115.00	\$68.77	\$183.77	\$826,965.00

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Sunrise Sludgemill	300	\$167.00	\$9.91	\$176.91	\$53,073.00	\$115.00	\$68.77	\$183.77	\$55,131.00
Tamarac	2100	\$167.00	\$9.91	\$176.91	\$371,511.00	\$115.00	\$68.77	\$183.77	\$385,917.00
Hollywood (Hi-Cal)	3000	\$167.00	\$9.91	\$176.91	\$530,730.00	\$100.00	\$67.50	\$167.50	\$502,500.00

CITY OF TAMARAC
INTEROFFICE MEMORANDUM
FINANCIAL SERVICES DEPARTMENT
PURCHASING & CONTRACTS DIVISION

TO: Jeffrey L. Miller, City Manager **DATE:** October 5, 2006

THROUGH Steven G. Chapman II
Director, Financial Services

FROM: Keith K. Glatz, CPPO
Purchasing and Contracts
Manager

RE: Temp Reso # 11082 – Award of
Bid #06-33B, "Furnish, Deliver
and Discharge of Quicklime"

Recommendation:

The Director of Utilities and Purchasing and Contracts Manager recommend placement of the above referenced item on the consent agenda of the October 25, 2006 Commission meeting, and the award of Agreements for the purchase of Quicklime to Chemical Lime Company of Alabama, for the City of Tamarac and several other entities in the SE Florida Governmental Purchasing Cooperative, and to Carmeuse Lime Sales Corporation on behalf of two entities within the Co-op.

Issue:

The existing contract with Chemical Lime Company of Alabama, Inc. expires on October 30, 2006. The vendor was unable to renew the contract at the same terms and conditions and the City must have a vendor to furnish, deliver and discharge quicklime at the City's Water Treatment Plant.

Background:

The City utilizes quicklime in the Utilities Water Treatment Plant. The current contract will expire on October 30, 2006 and the current vendor is unable to renew under the current contract terms. The Purchasing Division solicited bids from seven (7) vendors on behalf of eighteen (18) participating governmental agencies within the Southeast Florida Governmental Purchasing Cooperative. Two bids were received from Carmeuse Lime Sales Corporation and Chemical Lime Company of Alabama, Inc. Chemical Lime Company of Alabama, Inc. was deemed the lowest responsive, responsible bidder for the City of Tamarac and all but two (2) agencies, which are the City of Hollywood and the City of Dania Beach. Based on this result, it is recommended that the City Commission approve a resolution awarding contracts for the City and other agencies to Chemical Lime of Alabama, and to Carmeuse Lime Sales Corporation, as lead agency on behalf of the SE Florida Co-op for the two (2) affected agencies.

The marketplace for Quicklime in South Florida has historically had very few suppliers. As an example, the last time that we competitively bid this product, only one firm, Chemical Lime, was able to provide all of the needs of the City and Co-op.

As opposed to the past two (2) years, competition for Quicklime has increased, as we received

two complete bids this year. While prices are still rising for this commodity, we were at least able to obtain competition this year, which is an improvement over past years.

Pricing pressures in the marketplace, however, have still been fairly substantial, and all of the members of the Co-op will be paying approximately 16% more than in the past. Last year, the City paid \$149.74 delivered price per ton, with this year's cost being \$176.91 from Chemical Lime of Alabama. The price bid by Carmeuse Lime Sales Corporation for the City was \$183.77. Although we have been able to obtain some competition in the marketplace, quicklime is still an extremely popular commodity in the steel processing and cement industries. Costs for coal and fuel have also somewhat contributed to this cost increase as well.

The City surveyed several Florida entities during the bid process, and learned that our prices are fairly well-aligned in the marketplace. For example the Palm Beach Co-op which recently completed their bid process just prior to our process, realized an average delivered price of \$176.22 per ton, which is only a few pennies below ours.

Accordingly, it is recommended that Bid 06-33B be awarded to, and agreements executed with, Chemical Lime Company of Alabama, Inc. and Carmeuse Lime Sales Corporation, for a period of one-year, with four (4) additional one-year renewals.

Fiscal Impact

For FY07, based on our estimated quantity of approximately 2100 tons, \$336,000 is budgeted in Account 425-6020-533-52-07. The remainder of funding will be transferred from the Utilities Department contingency fund, Account 425-6090-536-97-02, to accommodate the increased cost of product. It is anticipated that this will require approximately \$30,000 to \$40,000 dependent on the City's actual usage requirements.

Cc: Ray Gagnon
John Harvey